

Table 2A - The Impact of ACES on AB 32 reductions

AB 32			ACES
Category	Reductions (MMTs) in 2020	Details	Potential ACES increase/decrease in GHG reductions?
LDV GhG Standards	31.7	Pavley Standards	no impact
		Develop Pavley II LDV standards	no impact
Energy Efficiency	26.3	Building/appliance efficiency	Improvement due to DOE appliance standards, money from ACES for efficiency
		Comb. Heat and power +30K GWh	
		Solar Water Heating (AB 1470)	
Renewables Portfolio Standard	21.3	30% by 2020	
Low Carbon Fuel Standard	15		<i>Indirect land use prohibition at the federal level may hinder achieving reductions vs. "fuel shuffling"</i>
Regional Transport.-related GHG targets	5		
Vehicle Efficiency measures	4.5		
Goods Movement	3.7	Ship electrification	<i>benefits from confirmation of US EPA authority to regulate GHG from new heavy duty vehicles, locomotives, marine vessels</i>
		Efficiency improvements	
Million Solar Roofs	2.1		
Medium/Heavy duty vehicles	1.4	HDV GHG reduction - aerodynamics	<i>no authority provided to regulate in-use HDVs</i>
		M/HDV hybrid	
High Speed Rail	1		
Industrial (under cap and trade)	0.3	Refinery	
		EE and Co-benefits audits	
Additional need	34.4		Decrease of 34.4 due to moratorium
High GWP gas measures	20.2		
Sustainable Forests	5		
Industrial (not under cap)	1.1	Oil/gas extraction and transmission	
Recycling and Waste	1	landfill methane capture	

Current Scoping Plan Total	174
Decrease from ACES	-34.4
Quantifiable Increase due to ACES money for energy efficiency from 2012-2020 ¹	7.3
TOTAL Estimated GHG Reductions with AB32 and ACES (2020)	146.9

GHG Reduction Shortfall	27.1		
Additional ACES Allocation Money available for GHG Reductions from 2012-2020:	\$4,513,911,915	to recoup shortfall of GHG reductions using ACES money, CA will have to reduce from 2012-2020 at the rate of ² :	\$166 per ton CO2e, permanent reductions

Notes:

- ¹ This number is from electric utility data, giving us a conversion factor of tons CO2e/\$. For other allocations in ACES, this conversion factor is not easily attainable OR the sector is too broad to give specific estimates.
- ² For the allocations to CA or LDCs within CA which we cannot specifically identify a conversion factor of CO2e reduced/\$, we instead give the maximum feasible price per ton to achieve AB32 targets using ACES allowance revenues.

TABLE 2B - ACES Funding for AB32 Categories

AB 32				
Category	Projected Reductions (MMTs)	Details	ACES funds supplement AB32 measures: high-low (\$ tbd by our analysis)	ACES Funding mechanism
LDV GhG Standards	31.7	Pavley Standards		Cannot use SEED Funds for transportation efficiency
		Develop Pavley II LDV standards		Cannot use SEED Funds for transportation efficiency; vehicle electrification funding could contribute especially over longer-term of Pavley II standard
Energy Efficiency	26.3	Building/appliance efficiency		SEED Funds, 32% allowances to utilities through 2025
		Comb. Heat and power +30K GWh		
		Solar Water Heating (AB 1470)		
Renewables Portfolio Standard	21.3	30% by 2020		SEED Funds, 32% allowances to utilities through 2025
Low Carbon Fuel Standard	15			
Regional Transport.-related GHG targets	5			Cannot use SEED Funds to meet this goal except 10% of SEED funding could be used for mass transit capital spending
Vehicle Efficiency measures	4.5			Cannot use SEED Funds for transportation efficiency to meet this goal
Goods Movement	3.7	Ship electrification		Cannot use SEED Funds for transportation efficiency to meet this goal
		Efficiency improvements		
Million Solar Roofs	2.1			SEED Funds
Medium/Heavy duty vehicles	1.4	HDV GHG reduction - aerodynamics		Cannot use SEED Funds for transportation efficiency to meet this goal
		M/HDV hybrid		Cannot use SEED Funds for transportation efficiency to meet this goal
High Speed Rail	1			Cannot use SEED Funds to meet this goal except 10% of SEED funding could be used for mass transit capital spending and include high speed rail

Industrial (under cap and trade)	0.3	Refinery		2% allowances to refiners but no requirement to use for emission reductions; SEED funds could be applied in part to industrial customers
		EE and Co-benefits audits		
Additional need	34.4			
High GWP gas measures	20.2			
Sustainable Forests	5			domestic adaptation 2012-21 2%
Industrial (not under cap)	1.1	Oil/gas extraction and transmission		
Recycling and Waste	1	landfill methane capture		SEED Funds
State Gov't ops	TBD			SEED Funds
Local gov't ops	TBD			SEED Funds
Green buildings	26			only for EE
Recycling and Waste	9	mandatory comm. Recycling		
		other		